DEPARTMENT OF FINANCE BILL ANALYSIS

AMENDMENT DATE: POSITION: Neutral

April 14, 2010

BILL NUMBER: AB 2793

AUTHOR: Assembly Governmental

Organization

RELATED BILLS: AB 813 (John A.

Perez), Chapter 647, Statutes of

2009

BILL SUMMARY: Alcoholic Beverage Control: Advertising: Club Licenses

Current law creates special club licenses for clubs that do not require the payment of an original license fee. The annual fee for a club license/Type 51 ranges from \$340 - \$508 depending on population. Club licenses must meet the following requirements:

- Restrict the sale and service of alcoholic beverages to club members only and their bona fide guests.
- Have at least 100 members and have been in existence for at least one year.
- Engage in at least some volunteer action for the community of which it is a part.
- Be a nonprofit organization.

This bill would allow the Department of Alcoholic Beverage Control (ABC) to issue a club license to a non-profit lawn bowls club that does not discriminate or restrict membership based on age, race, religion, national origin or sex.

Existing law authorizes alcoholic beverage suppliers to purchase indoor advertising at the Club Nokia within the City of Los Angeles subject to a number of conditions. One of the conditions is that no more than 15 percent of Club Nokia's purchases may come from the supplier who purchased the indoor advertising.

This bill would amend current law to clarify that alcoholic beverage suppliers may only purchase indoor advertising at Club Nokia and not the Nokia Theater as well. It also clarifies the definition of "purchases" for the condition that no more than 15 percent of Club Nokia's purchases may come from the supplier who purchased the indoor advertising

FISCAL SUMMARY

Finance estimates this bill would have no state General Fund impact. ABC costs to administer this bill would be minor and absorbable.

COMMENTS

Finance notes the following with regard to this bill:

• This bill is the annual Assembly Governmental Organization Committee bill that makes technical, clarifying, conforming, and non-controversial changes to the Alcoholic Beverage Control Act.

Analyst/Principal (0762) C. Hill	Date	Program Budget Manager Mark Hill	Date		
Department Deputy Di	rector		Date		
Governor's Office:	Ву:	Date:	Position Approved Position Disapproved		
BILL ANALYSIS			Form DF-43 (Rev 03/95 Buff)		

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BILL ANALYSIS/ENRO	LLED BILL REPORT(CONTINUED)	Form DF-43
AUTHOR	AMENDMENT DATE	BILL NUMBER

Assembly Governmental Organization April 14, 2010

AB 2793

-	SO	(Fiscal Impact by Fiscal Year)					
Code/Department	LA	(Dollars in Thousands)					
Agency or Revenue	CO	PROP					Fund
Type	RV	98	FC	2009-2010 FC	2010-2011 FC	2011-2012	Code
0001/Major Rev	SO	No		No/Mind	or Fiscal Impact		0001
2100/Alcohol Bev	SO	No		No/Mino	or Fiscal Impact		3036

Fund Code <u>Title</u>

0001 General Fund

3036 Alcohol Beverages Control Fund